GOVERNMENT OF ANDHRA PRADESH
ABSTRCT

Taking over of the liabilities of the DISCOMS under Ujwal Discoms Assurance Yojana (UDAY) Scheme of Government of India – Orders-Issued.

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FINANCE (DM) DEPARTMENT

G.O.Ms.No. 243 Dated: 19-12-2016

Read the following:-

1. Office Memorandum No. 06/02/2015-NEF/FRP, Dated 20.11.2015 by the Ministry of Power, Government of India, New Delhi read with O.M.No.06/01(23)2016-NEF(U), dated 8-7-2016.
2. G.O.Ms.No.27, Energy (Power-III) Department, dated 27-06-2016.
3. Tripartite Memorandum of Understanding (MOU) entered on 24.06.2016 between Government of India (Ministry of Power), Government of Andhra Pradesh and APDISCOMS.
4. F.No. 40(1)PF-1/2015-UDAY, dated 04-10-2016 from the Department of expenditure (PF-I- Division), Ministry of Finance, Government of India, New Delhi.

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ORDER:-

Government of India in the O.M. first read above has notified a scheme for financial efficiency of DISCOMS under Ujwal Discoms Assurance Yojana (UDAY). As per the scheme, State Government shall take over 75% of the DISCOMs debt by issuing non-SLR and SDL bonds in the market or directly to the respective banks /financial institutions holding the DISCOMs debt.

2. In the Government order 2nd read above, State Government has given approval for taking over of Rs.8892.47 crores DISCOMs liability as 75% of the working capital loans and outstanding amount of Financial Restructuring Plan (FRP) bonds.

3. Government of India in the letter 4th read above, has given their consent under article 293 (3) of the Constitution of India for taking over the liabilities of Rs.8256.01 crores towards 75% of outstanding DISCOM debt, including FRP 2012 bonds of State DISCOMs to issue non-SLR bonds under UDAY Scheme for discharging the debt of State Power DISCOMs.

4. Accordingly, the State Government issued bonds in consultation with Reserve Bank of India to an extent of Rs.7376 crores as first instalment and

disbursed directly to the respective banks and financial institutions holding the DISCOMs debt.

5. The amount of Rs.7376 crores of liability shall be adjusted in the Government Accounts by making contra entries under the following Head of Accounts. The expenditure on taking over of the liability shall be debited to ''2801-Power - 05 Transmission and Distribution – MH 800 other expenditure – SH (13) Assistance to DISCOMs for taking over of the liability under UDAY Scheme – 310 Grant-in-aid – 312 Other grants –in-aid and contra credit shall be taken under the head of account "6003 Internal debt of the State Government – MH 106 Compensation and other bonds-SH (07) Taking over of the DISCOMs liability under UDAY Scheme".

6. The Accountant General, A.P., Hyderabad, is requested to carry out the adjustments in their books of accounts during 2016-17 as mentioned in para 5 above.

7. The Energy Department, A.P. Secretariat, Amaravati (Velagapudi) are requested to take further necessary action in the matter.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

AJEYA KALLAM
SPECIAL CHIEF SECRETARY TO GOVERNMENT

To
The Energy Department.
The Accountant General (A&E), A.P., Hyderabad. (with covering letter)
The A.P. Transco, Hyderabad.
The Reserve Bank of India, Mumbai.

Copy to:
The DISCOMS concerned (APEPDCL / APSPDCL).

//FORWARDED::BY ORDER//

SECTION OFFICER